



INSURANCE FRAUD INVESTIGATION DIVISION
Kentucky Department of Insurance
909 Leawood Drive, P. O. Box 4050, Frankfort, KY 40604-4050
Phone 502-564-1461 – FAX 502-564-1464
Fraud Statistics/Convictions Activity
July 2013

<u>Fraud Statistics</u>	<u>Month/July</u>	<u>YTD</u>
Total Referrals Received.....	125	966
Closed Referrals.....	77	575
Open Cases (Investigations – includes prior years).....		356
Assigned Cases (Investigations).....	31	157
Closed Cases (Investigations).....	10	134
Closed Cases (Investigations) Exceptionally Cleared – Declined by Prosecutor.....	1	2
Charges (3 felony, 0 misdemeanor)	3	138
Convictions (0 felony, 3 misdemeanor)	3	64
Restitution Ordered..... \$	722.00	121,613.78
Restitution Agreed..... \$.00	.00
Restitution Total..... \$	722.00	121,613.78
Investigation Expenses to Division		
Awarded..... \$	2,000.00	17,024.01
Collected..... \$	1,272.39	24,721.88
DOI Fines..... \$.00	.00
Administrative Subpoenas Issued.....	3	17
Non-Licensed Individuals.....	3	17
Licensed (active/inactive individuals).....		
Subpoenas Received.....	4	21

Convictions July 2013

David Holt – Holt admitted to forging a signature on a life insurance application and policy-related documents. Holt pleaded guilty to one count of fraudulent insurance acts less than \$500 and was ordered to pay restitution to Bankers Life and Casualty in the amount of \$722. Holt also was ordered to pay restitution to the Department of Insurance in the amount of \$500 for investigative expenses. He was sentenced to 365 days in jail, conditionally discharged, and ordered to serve two years' probation.

Deane Lehrmitt and Dixie Lehrmitt – Deane and Dixie Lehrmitt, while unlicensed, acted as an agent and an adjuster for the Diver's Equipment Protection Program. Each pleaded guilty on one count of fraudulent insurance acts less than \$500. Both were sentenced to one year in jail, probated for two years. Both were ordered to pay a fine in the amount of \$500 to the Department of Insurance and ordered to pay restitution on all outstanding claims.